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THE DIRECTOR OF CENTRAL INTELLIGENCE



National Intelligence Council

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NOTE FOR: Kenneth Glozer, OMB

1. Attached is a possible restatement of the questions under Task 6, International Material Supply, and 9. Political Reliability. It has been cleared with and his people. My objectives are two-fold: (1) to identify questions that both can and need to be answered; and (2) to clearly show how Tasks 6 and 9 relate to each other.

2. I would appreciate your comments. Please keep me informed on the next steps you have in mind for the interagency process.

Maurice C. Ernst NIO for Economics

Attachment



<u>Task 6</u> International Materials Supply

Estimate normal and <u>potential</u> wartime (under the assumed scenarios) supplies to the US for the 12-15 most important stockpile commodities originating in countries not under Soviet military control or in a war zone. The estimates would include the following steps.

- A. Identify, by commodity and producer, the normal peacetime exports to the US, allied powers, communist countries, and other countries.
- B. Estimate, by commodity and producer, the likely investment and import requirements to: (1) Maintain production at prewar rates; and (2) Increase capacity and production by 25%. Also estimate how quickly capacity and production would fall if imported materials and equipment were unavailable.
- C. Estimate wartime demand for each commodity in allied countries, taking into account the physical disruption due to the war, mobilization needs, and shipping constraints.
- D. Estimate the likely net demand for each commodity to third countries, taking into account wartime conditions.
- E. From the above data and estimates, estimate the supply of each major commodity that could be <u>potentially</u> available to the US in the specified war scenario.

Task 9 Political Reliability

Estimate the probabilities that the supplies of major stockpile commodities <u>potentially</u> available to the US estimated in Task 6 <u>actually</u> would be available, given problems of political stability and physical security. The estimates would address the following questions for each of the 20-25 non-European producers of these commodities.

- A. How likely is it that the government of source country would wish to withhold the commodities from the US? Consider both its financial needs and political orientation.
- B. How likely is it that civil unrest, sabotage, insurgency, or other military action, whether or not Soviet-inspired, would disrupt production or exports of the commodities?
- C. How likely is it that contingencies listed under A and B above would cause land transport routes through non-producers of major commodities to be interrupted?
- D. Considering the above risks, how reliable would the potential supply of stockpile commodities from each country be to the US?